

Inflation 1 (nature)

The **two faces** of inflation

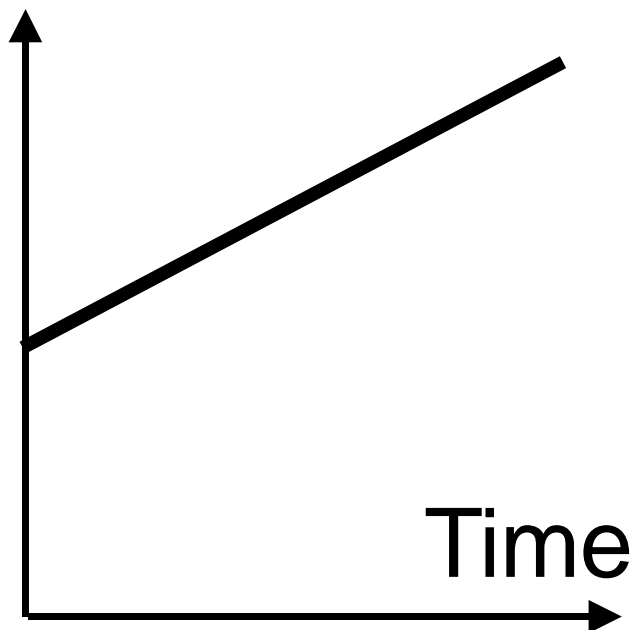
Price level ↑



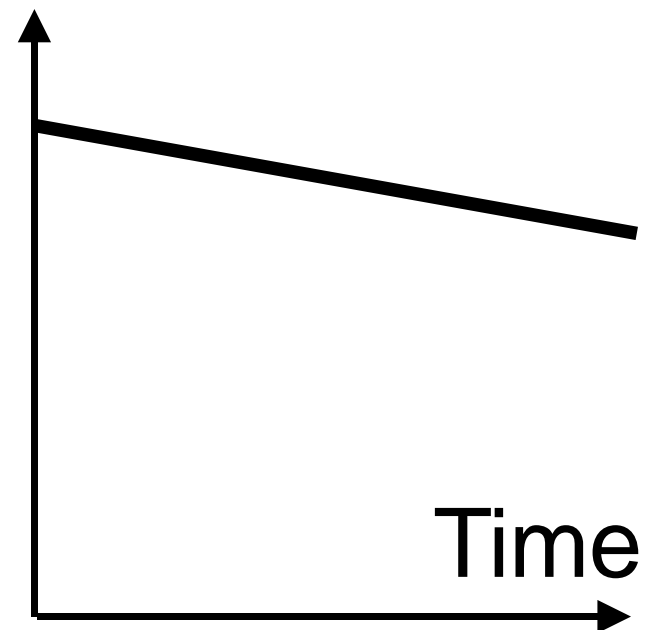
Value of money ↓



Price level



Value of money



Measuring inflation

- Consumer Price Index
- Producer Price Index
- GDP-Deflator

2012-11-01